STATE OF ILLINOIS SECRETARY OF STATE SECURITIES DEPARTMENT

IN THE MATTER OF: SUSAN GENARD, and SUSAN Genard, Producer d/b/a CAMDEN PICTURES, and its agents, employees, affiliates, successors and assigns.

FILE NO. 0300085

TEMPORARY ORDER OF PROHIBITION

TO RESPONDENTS:

Susan Genard

c/o Camden Pictures

2265 Westwood Boulevard

PMB 479

Los Angeles, California 90064

Susan Genard, Producer d/b/a Camden Pictures 2265 Westwood Boulevard

PMB 479

Los Angeles, California 90064

On information and belief, I, Jesse White, Secretary of State for the State of Illinois, through my designated representative, who has been fully advised in the premises by the staff of the Securities Department, Office of the Secretary of State, herein find:

- 1. That Susan Genard, individually, ("Respondent Genard", or collectively with Respondent Camden Pictures, "Respondents") maintains a business address at 2265 Westwood Boulevard. PMB 479, Los Angeles Californis 90064.
- 2. That Susan Genard, Producer, d/b/a/ Camden Pictures, ("Respondent Camden Pictures" or collectively with Respondent Genard, "Respondents"), maintained a business address at 2265 Westwood Boulevard. PMB 479, Los Angeles Californis 90064.
- 3. That on or about February 1, 2001, Respondent Genard cold called at least one Illinois resident (the "Investor") offering to sell an investment in a movie production entitled "Could be Love aka Lying Dogs."

- 4. That subsequent to the telephone conversation, Respondents caused to be sent to the Investor an Information Memorandum (the "Offering Document"), for the Offering of Units in Could be Love, LLC.
- 5. That on or about April 12, 2001, the Investor filled in the Offering Document and returned it to Respondents, along with payment made payable to Respondent Genard as instructed, in the amount of ten thousand (\$10,000.00) dollars.
- 6. That the Investor received acknowledgement of his investment but never received Units in Could be Love, LLC, furthermore "Could be Love" was never organized as a Nevada LLC. Instead, in October of 2002 the Investor was informed by Respondent Genard that Respondent Camden Pictures did not have sufficient funds to purchase the rights to the screenplay, that the film would not be made and that the Respondents were not obligated to return his investment.
- 7. That the activities described in paragraphs 2, 3, and 4 above constitute the offer and sale of an investment contract and therefore a security as those terms are defined in Sections 2.1, 2.5, and 2.5a of the Illinois Securities Law of 1953 [815 ILCS 5] (the "Act").
- 8. That Section 5 of the Act provides, <u>inter alia</u>, that all securities except those exempt under Section 3 or those offered or sold in transactions exempt under Section 4 shall be registered either by coordination or by qualification prior to their offer or sale in the State of Illinois.
- 9. That Respondent failed to file with the Secretary of State an application for registration of the securities described above as required by the Act and that as a result the security was not registered pursuant to Section 5 of the Act prior to its offer in the State of Illinois.
- 10. That Section 12.A of the Act provides, <u>inter alia</u>, that it shall be a violation for any person to offer or sell any security except in accordance with the provisions of the Act.
- 11. That Section 12.D of the Act provides, <u>inter alia</u>, that it shall be a violation for any person to fail to file with the Secretary of State any application, report or document required to be filed under the provisions of the Act or any rule or regulation made by the Secretary of State pursuant to the Act.
- 12. That by virtue of the foregoing, Respondent has violated Sections 12.A and 12.D of the Act.
- 13. That the aforementioned findings are based upon credible evidence.
- 14. That Section 11.F (2) of the Act provides, <u>inter alia</u>, that the Secretary of State may temporarily prohibit the offer or sale of securities by any

Temporary Order of Prohibition

3

person, without notice and prior hearing, if the Secretary of State shall deem it necessary to prevent an imminent violation of the Act or to prevent losses to investors that will occur as a result of prior violations of the Act.

15. That the entry of this Temporary Order prohibiting Respondent, or its agents, affiliates, successors and employees, from offering or selling securities in the State of Illinois is in the public interest and for the protection of the investing public and is consistent with the purposes intended by the provisions of the Act.

NOW THEREFORE IT IS HEREBY ORDERED THAT: pursuant to the authority granted by Section 11.F of the Act, Respondents Susan Genard and Susan Genard d/b/a Camden Pictures, its officers and directors, agents, employees, affiliates, successors and assigns are **PROHIBITED** from offering or selling securities in or from this State until the further Order of the Secretary of State.

NOTICE is hereby given that Respondents may request a hearing on this matter by transmitting such request in writing to the Director, Illinois Securities Department, 69 West Washington Street, Suite 1220, Chicago, Illinois 60602. Such request must be made within thirty (30) calendar days of the date of entry of the Temporary Order of Prohibition. Upon receipt of a request for hearing, a hearing will be scheduled as soon as reasonably practicable. A request for hearing will not stop the effectiveness of this Temporary Order and will extend the effectiveness of this Temporary Order for sixty days from the date the hearing request is received by the Department.

FAILURE BY ANY RESPONDENTS TO REQUEST A HEARING WITHIN THIRTY (30) CALENDAR DAYS AFTER ENTRY OF THIS TEMPORARY ORDER OF PROHIBITION SHALL CONSTITUTE AN ADMISSION OF ANY FACTS ALLEGED HEREIN AND SHALL CONSTITUTE SUFFICIENT BASIS TO MAKE THIS TEMPORARY ORDER OF PROHIBITION FINAL.

Dated: This day of December, 2005.

JESSE WHITE Secretary of State State of Illinois

Temporary Order of Prohibition -4-

Attorney for the Secretary of State:

Samuel F. Freiman Illinois Securities Department 69 West Washington Street, Suite 1220 Chicago, Illinois 60602 312-793-3384